

ASSEMBLY, No. 3930

STATE OF NEW JERSEY

219th LEGISLATURE

INTRODUCED APRIL 13, 2020

Sponsored by:

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District 23 (Hunterdon, Somerset and Warren)

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District 26 (Essex, Morris and Passaic)

Co-Sponsored by:

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SYNOPSIS

Excludes payments made for unemployment compensation benefits related to layoffs resulting from coronavirus disease 2019 pandemic from calculation of employer contribution for unemployment compensation benefits.

CURRENT VERSION OF TEXT

As introduced.



(Sponsorship Updated As Of: 10/19/2020)

1 **AN ACT** concerning employer contributions to the unemployment
2 compensation fund and supplementing Title 43 of the Revised
3 Statutes.

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5 **BE IT ENACTED** *by the Senate and General Assembly of the State*
6 *of New Jersey:*

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8 1. The costs of unemployment compensation benefits paid as a
9 result of staff reductions by an employer during the state of
10 emergency declared by the Governor on March 9, 2020 in response
11 to the coronavirus disease 2019 pandemic shall not be considered
12 when calculating the employer contributions to the State
13 unemployment compensation fund, established pursuant to
14 R.S.43:21-7.

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16 2. This act shall take effect immediately.

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STATEMENT

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21 This bill excludes from the calculation of employer contributions
22 to the unemployment compensation fund payments made for
23 unemployment compensation benefits related to layoffs from the
24 coronavirus disease 2019 pandemic. Under current law, an
25 employer's contribution rate to the unemployment compensation
26 fund is affected by the employer's experience rating; that is, the
27 number of times a former employee of an employer collects benefits
28 impacts the employer's contribution rate for the following year. This
29 bill excludes from the calculation of the employer contribution rate
30 benefits paid to employees in relation to the coronavirus disease 2019
31 pandemic.